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## SUBSTITUTE SENATE BILL 6096

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State of Washington 54th Legislature 1996 Regular Session

By Senate Committee on Ecology & Parks (originally sponsored by Senator Rasmussen)

Read first time 02/01/96.

- 1 AN ACT Relating to financial responsibility requirements for
- 2 operators of solid waste landfills; amending RCW 70.95.215; and
- 3 declaring an emergency.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 70.95.215 and 1985 c 436 s 1 are each amended to read 6 as follows:
- 7 (1) By July 1, 1987, each holder or applicant of a permit for a
- 8 landfill disposal facility issued under this chapter shall establish a
- 9 reserve account to cover the costs of closing the facility in
- 10 accordance with state and federal regulations. The account shall be
- 11 designed to ensure that there will be adequate revenue available by the
- 12 projected date of closure. Landfill disposal facilities maintained on
- 13 private property for the sole use of the entity owning the site shall
- 14 not be required to establish a reserve account if, to the satisfaction
- 15 of the department, they provide another form of financial assurance
- 16 adequate to comply with the requirements of this section.
- 17 (2) By July 1, 1986, the department shall adopt rules under chapter
- 18 34.05 RCW to implement subsection (1) of this section. The rules shall
- 19 include but not be limited to:

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- 1 (a) Methods to estimate closure costs, including postclosure 2 monitoring, pollution prevention measures, and any other procedures 3 required under state and federal regulations;
- 4 (b) Methods to ensure that reserve accounts receive adequate funds, 5 including:
- 6 (i) Requirements that the reserve account be generated by user 7 fees. However, the department may waive this requirement for existing 8 landfills if user fees would be prohibitively high;
- 9 (ii) Requirements that moneys be placed in the reserve account on 10 a regular basis and that the reserve account be kept separate from all 11 other accounts; and
- 12 (iii) Procedures for the department to verify that adequate sums 13 are deposited in the reserve account; and
- 14 (c) Methods to ensure that other types of financial assurance 15 provided in accordance with subsection (1) of this section are adequate 16 to cover the costs of closing the facility.
- (3) In addition to the reserve account required under subsections 17 (1) and (2) of this section, each holder or applicant for a new, above-18 ground landfill disposal facility shall demonstrate sufficient 19 financial capability to provide for any temporary or permanent facility 20 clean up and closure due to an unforeseen emergency event that results 21 in a breach of integrity of the landfill. This financial assurance 22 requirement shall be incorporated as a condition of the permit issued 23 24 for the facility by the jurisdictional health department. The condition shall be jointly reviewed and approved by the department of 25 26 ecology and the jurisdictional health department.
  - For purposes of this subsection, new, above-ground landfill disposal facilities are those: (a) That exceed one hundred acres; (b) whose horizontal height at design capacity averages one hundred feet or more above existing site elevations; and (c) no part or unit of which has had construction commence before the effective date of this section.
- (4) By January 1, 1997, the department shall adopt rules under chapter 34.05 RCW to implement subsection (3) of this section. The rules shall include methods to: (a) Select the appropriate financial instrument to demonstrate financial assurance, such as insurance, self-insurance, surety bond, funded account, or other means; and (b) determine the required level of financial responsibility throughout the

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- 1 life of the facility, commensurate with the risks posed at each stage
- 2 of the facility's life.
- 3 <u>NEW SECTION.</u> **Sec. 2.** This act is necessary for the immediate
- 4 preservation of the public peace, health, or safety, or support of the
- 5 state government and its existing public institutions, and shall take
- 6 effect immediately.

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